Colorado Department of Health Care Policy and Financing

2007-2009 Accomplishments

Improving access to cost-effective, quality health care services for Coloradans
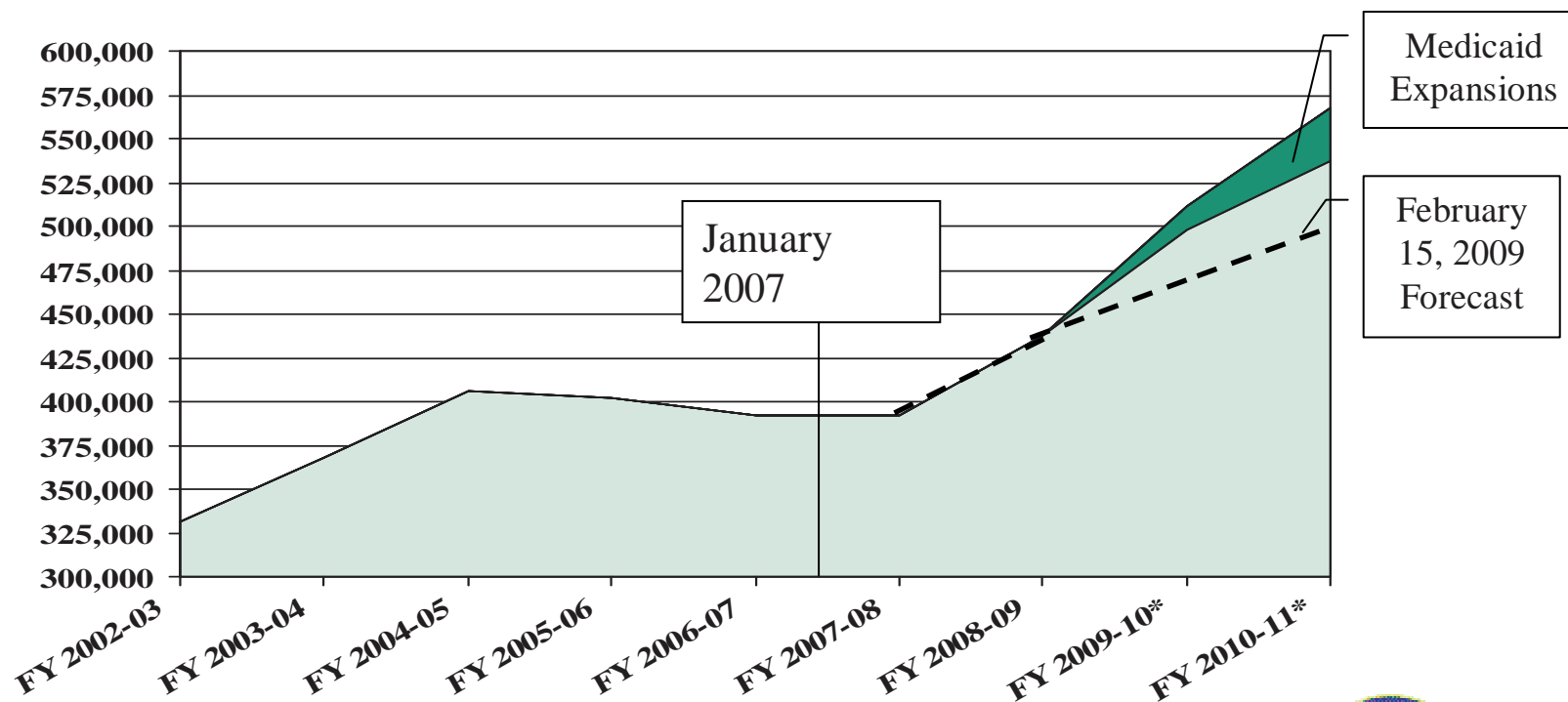
Department Goals

- Increase the Number of Insured Coloradans
- Improve Health Outcomes
- Increase Access to Health Care
- Contain Health Care Costs

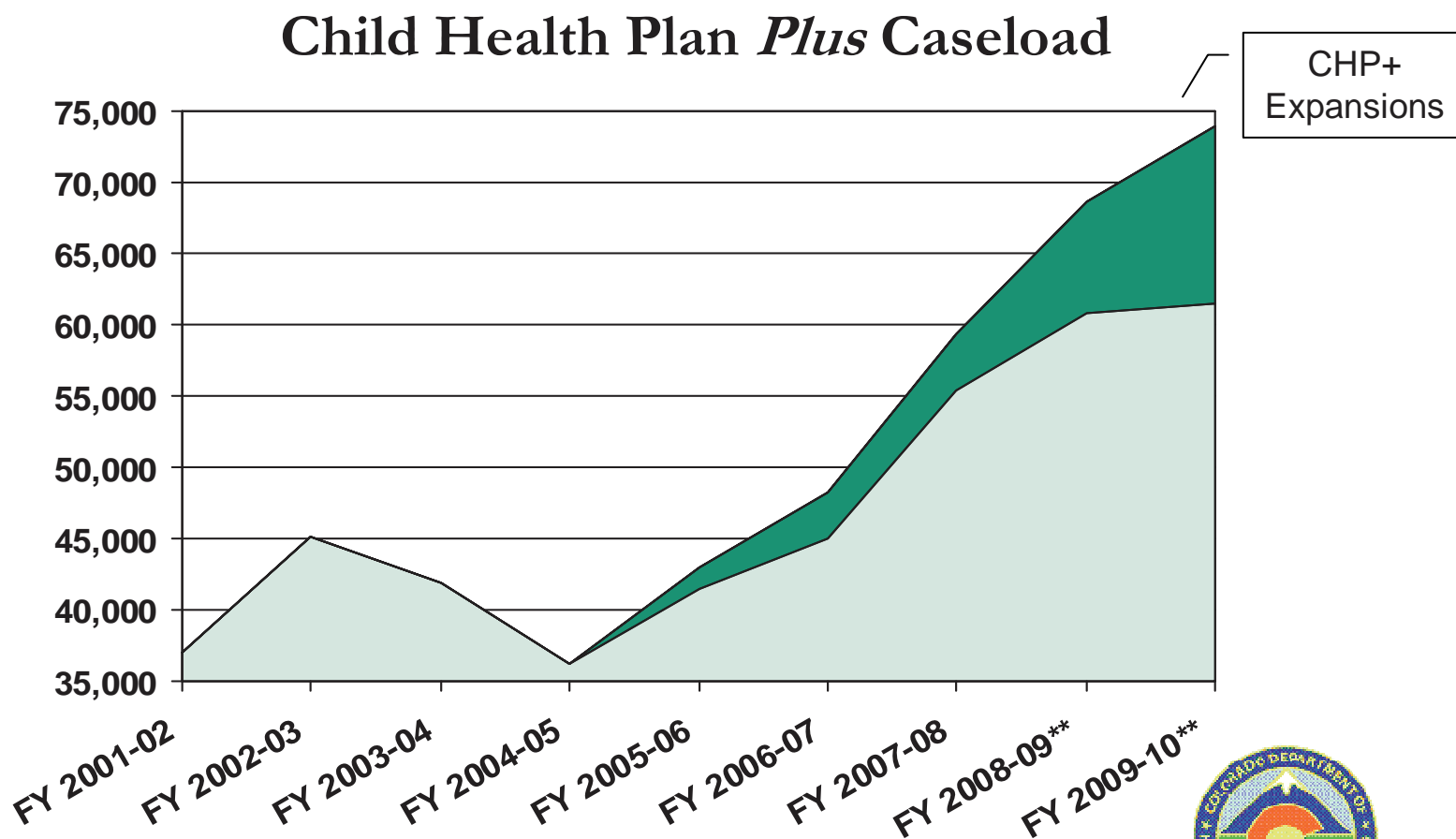# Increase the Number of Insured Coloradans

Medicaid Caseload

January 2007

Medicaid Expansions

February 15, 2009 Forecast

Chart axis values: 600,000 / 575,000 / 550,000 / 525,000 / 500,000 / 475,000 / 450,000 / 425,000 / 400,000 / 375,000 / 350,000 / 325,000 / 300,000

X-axis: FY 2002-03, FY 2003-04, FY 2004-05, FY 2005-06, FY 2006-07, FY 2007-08, FY 2008-09, FY 2009-10*, FY 2010-11*

* FY 2009-10 and FY 2010-11 projections from the Department's November 6, 2009 Budget Request

Increase the Number of Insured Coloradans

Child Health Plan *Plus* Caseload

CHP+ Expansions

75,000	
70,000	
65,000	
60,000	
55,000	
50,000	
45,000	
40,000	
35,000	

FY 2001-02 FY 2002-03 FY 2003-04 FY 2004-05 FY 2005-06 FY 2006-07 FY 2007-08 FY 2008-09** FY 2009-10**

Increase the Number of Insured Coloradans

- Highest Medicaid enrollment in history – 530,000 enrolled
  - 25% caseload growth since January 2007
- 70,000 children and women in CHP+
  - 45% caseload growth since January 2007
- 236,000 children in medical homes

Increase the Number of Insured Coloradans

Partnered with counties, providers, advocates and private vendors to decrease administrative burdens for families applying for public health insurance

Results:

Medicaid Enrollment

- January 2007 – 391,051
- January 2008 – 436,349
- January 2009 – 436, 349
- December 2009 – 494,699

CHP+ Enrollment

- January 2007 – 61,393
- January 2008 – 61,393
- January 2009 – 64,604

- December 2009 – 71,168

Increase the Number of Insured Coloradans

Colorado Health Care Affordability Act (2009)

- Historic legislation – largest health coverage expansion in 40 years
  - Financed through hospital provider fee
    - Allows the state to generate an additional $600 million in federal Medicaid matching funds

Results:

- Combined $1.2 billion will:
  - Support Medicaid and CHP+ expansions of more than 100,000 uninsured
  - Improve hospital reimbursement rates for Medicaid and Colorado Indigent Care Program (CICP) services

Increase the Number of Insured Coloradans

- Combined $1.2 billion will:
  - Cover more than 100,000 uninsured through Medicaid and CHP+ expansions:
    - CHP+ to 250% for kids and pregnant women
    - Medicaid to 100% for parents and adults without dependent children
    - Medicaid buy-in for working disabled
  - Reduce uncompensated care and cost-shifting by increasing Medicaid reimbursement to hospitals

Increase the Number of Insured Coloradans

Comprehensive Health Access Modernization Program (CO-CHAMP) Projects

- Federal opportunity to significantly increase health care coverage as part of comprehensive health care reform

Results:

- Combined $43 million, five-year grant will support:
  - Maximizing Outreach, Retention and Enrollment (HB 09-1293 expansion populations)
  - Eligibility Modernization (HB 09-1293 expansion populations)
  - Benefit and Program Design (HB 09-1293 adults without dependent children and buy-in for people with disabilities)
  - CHP+ at Work statewide expansion (premium assistance)

Increase the Number of Insured Coloradans

Health Resources and Services Administration (HRSA) State Health Access Program (SHAP)

- Department awarded $43 million by the federal government to support health reform efforts
  - One of 13 states who received federal HRSA grant

Results:

- Three-share community projects bring together employers, workers without coverage, and outside funding to create a coverage plan
  - Health Access Program: Pueblo
  - San Luis Valley Health Access Program
- Evidence-Based Benefit Design Pilot

Increase the Number of Insured Coloradans

Program Eligibility and Application Kit (PEAK)

- Web-based portal designed to provide clients and community partners with modern and easily accessible tool to apply for public assistance benefits
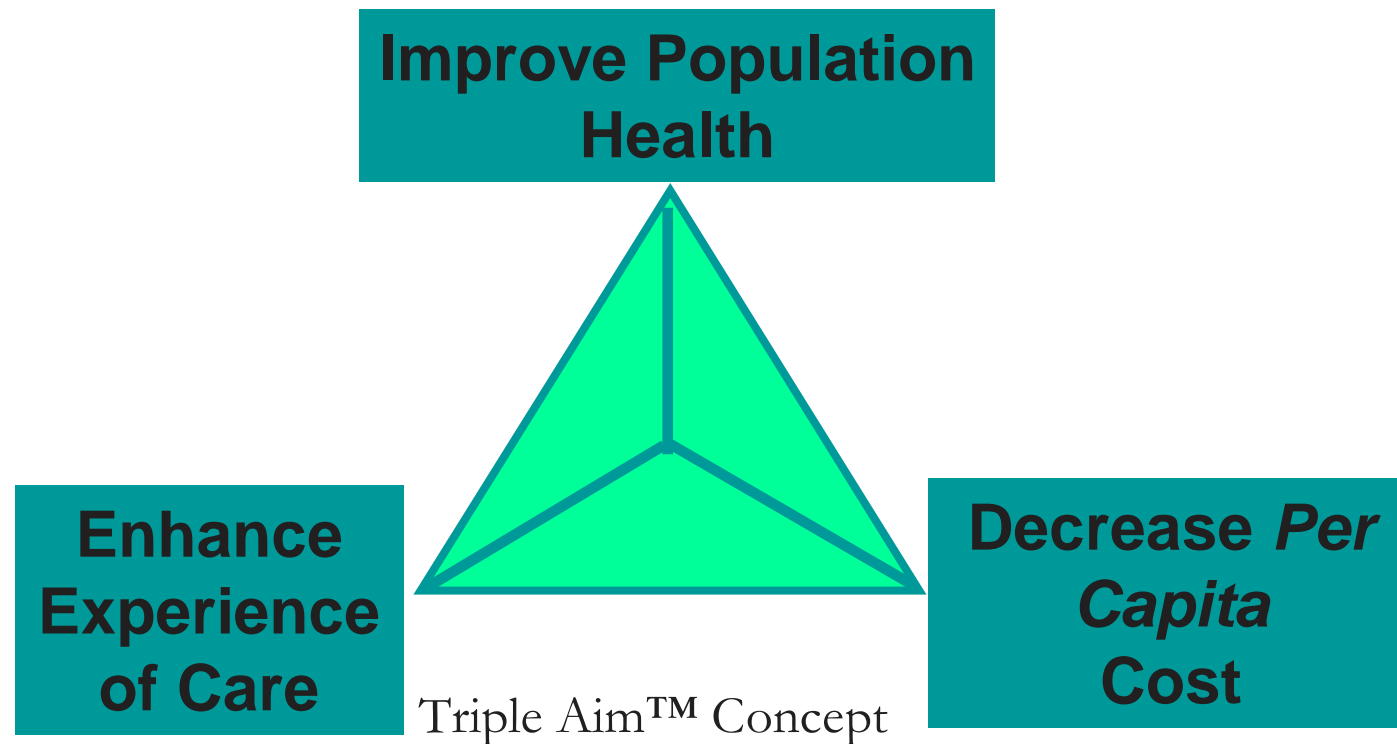
Results:

- PEAK Phase 1 implementation allows new public assistance clients to screen themselves for potential program eligibility and allows existing clients to check on their benefits

Improve Health Outcomes

The Center for Improving Value in Health Care (CIVHC)

Improve Population Health

Enhance Experience of Care

Decrease *Per Capita* Cost

Triple Aim™ Concept

Improve Health Outcomes

CIVHC Interim Strategies:

- Create a statewide All Payer Claims Database

- Develop quality and cost initiatives to transform payment and delivery systems

Results:

- Improved health of Coloradans while minimizing cost and maximizing quality of health care

Improve Health Outcomes

Medical Homes

- Over 500 physicians designated as Medical Homes

- 236,000 children enrolled in Medical Homes

Results:

- Improves health and reduces need for high-cost emergency room visits or complex care services

Improve Health Outcomes

Program of All-Inclusive Care for the Elderly (PACE)

- An additional PACE program opened in 2009, for a total of three programs and seven sites
  - 2007 – 1,481 clients
  - 2008 – 1,700 clients
  - 2009 – 1,926 clients

Results:

- Allows frail Coloradans to live in their communities as independently as possible by providing comprehensive services

Improve Health Outcomes

Prenatal Care Benefits

- Prior Authorization Request (PAR) no longer required for pregnant woman on Medicaid for prenatal vitamins and folic acid

Results:

- Increases likelihood of the birth of healthy babies who become healthy adolescents and adults

Improve Health Outcomes

Smoking Cessation Support

- Expanded Medicaid coverage for clients who need multiple attempts to quit smoking

Results:

- Improves client health and reduces Medicaid costs through decrease in hospitalizations and provider visits

Improve Health Outcomes

Nursing Home Pay-for-Performance

- Offers financial incentives to nursing homes that create resident-centered and resident-directed models of care

Results:

- Ensures quality of care and quality of life for nursing home residents

Improve Health Outcomes

Colorado Regional Integrated Care Collaborative (CRICC) Program

- – Sponsored by the Center for Health Care Strategies
- Enrolled more than 2,300 Medicaid clients

Results:

- Provides intensive care coordination and supplemental benefits for highest-need, highest-cost clients

Increase Access to Health Care

Primary Care Fund

- Awarded approximately $80 million to expand access and services
  - 2007 - $31 million to 32 providers
  - 2008 - $32 million to 29 providers
  - 2009 - $17 million to 32 providers

Results:

- Increases access to out-patient health care for the uninsured

Increase Access to Health Care

Primary Care Participation in Medicaid

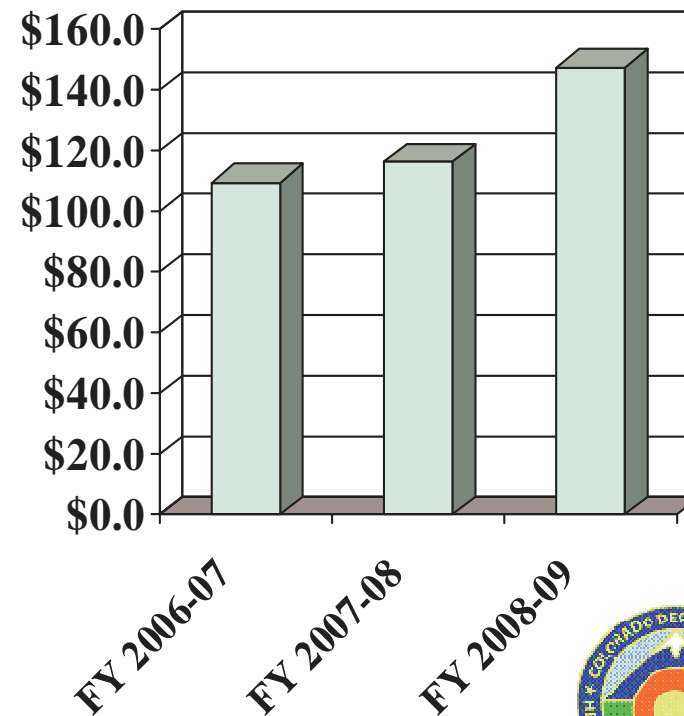|	10/08	03/09	11/09
Family Practice	70%	72%	75%
OB/GYN	80%	81%	84%
Pediatrics	87%	88%	89%
Internal Medicine	76%	78%	79%

Peregrine Management Corporation, 2009

Contain Health Care Costs

Department Recoveries:

- Recovered over $373 million in funds paid for fraud, waste, abuse and drug rebates

  – Governor Ritter's GEMS projects have greatly enhanced ability to identify funds

**Total Recoveries
(in Millions)**

Contain Health Care Costs

Fraud, Waste and Abuse Detection

- Assures accuracy of Medicaid payments to providers and assures Medicaid is the payor of last resort when clients have access to third-party funds, private insurance or Medicare

Results:

- Total Recoveries $373,535,593
  - FY 2006-07 $109,584,541
  - FY 2007-08 $116,472,420
  - FY 2008-09 $147,478,632

Contain Health Care Costs

Colorado Long-Term Care Partnership

- Colorado residents who purchase Long-Term Care Partnership insurance are able to protect more assets if they later need the state Medicaid program to help pay for long-term care

Results:

- Coloradans have greater control over how they finance long-term care while saving taxpayers money
- Over 6,000 policies have been sold to Coloradans

Contain Health Care Costs

Never Events

- Colorado Medicaid no longer pays for errors in the provision of health care services that never should have happened

Results:

- Improves patient safety, decreases Medicaid costs and saves taxpayers money

Contain Health Care Costs

Re-admissions

- Colorado Medicaid has adopted a policy denying payment for hospital readmissions that occur within 24 hours of discharge for a related condition

Results:

- Encourages patient support during and after a hospital discharge and saves taxpayers money

Contain Health Care Costs

Implementing Prior Authorization Requests

- Colorado Medicaid requires all outpatient clinics to obtain prior authorization for non-emergent CT, non-emergent MRI and all PET scans

Results:

- Ensures necessity of scans and saves taxpayers money

Contain Health Care Costs

Preferred Drug List (PDL)

- Governor Ritter signed an executive order to implement a PDL for Colorado Medicaid

- Promotes clinically appropriate utilization of pharmaceuticals in a cost-effective manner

- 20 drug classes on PDL

Results:

- Saved Medicaid over $4 million in cost-avoidance measures for February – December 2008

    – Approximately 77% of cost-avoidance obtained through supplemental rebate negotiations

- Total FY 2008-09 savings over $9 million

Delivering on the Promise

Increase the Number of Insured Coloradans

- Colorado Health Care Affordability Act
- CO-CHAMP
- Colorado PEAK
- Community Outreach/Expansion

Improve Health Outcomes

- CIVHC
- Medical Homes
- PACE
- Health Policy Changes

Delivering on the Promise

Increase Access to Health Care

- – Primary Care Funds
- – Provider Recruitment and Retention

Contain Health Care Costs

- – Fraud, Waste, and Abuse Detection
- – Colorado Long-Term Care Partnership
- – Cost-Containment Policy Changes

For more information
please visit our Web site:

Colorado.gov/hcpf